

## Message Text

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12

ACTION EUR-12

INFO OCT-01 ISO-00 SAM-01 SAJ-01 CIAE-00 DODE-00 PM-03

H-02 INR-07 L-02 NSAE-00 NSC-05 PA-01 PRS-01 SP-02

SS-15 USIA-06 EB-07 COME-00 TRSE-00 XMB-02 CIEP-01

OPIC-03 AID-05 /077 W

----- 057895

R 161547Z MAY 75

FM AMEMBASSY LISBON

O RUEHC/SECSTATE WASHDC 2806

INFO AMEMBASSY BERN

AMEMBASSY BONN

AMEMBASSY BRUSSELS

USMISSION EC BRUSSELS

AMEMBASSY COPENHAGEN

AMEMBASSY DUBLIN

AMEMBASSY HELSINKI

AMEMBASSY LONDON

AMEMBASSY LUXEMBOURG

AMEMBASSY MADRID

AMEMBASSY OSLO

AMEMBASSY PARIS

USMISSION OECD PARIS

AMEMBASSY ROME

AMEMBASSY STOCKHOLM

AMEMBASSY THE HAGUE

USMISSION NATO

AMEMBASSY VIENNA

LIMITED OFFICIAL USE LISBON 2761

E.O. 11652: N/A

TAGS: ECON, PO

SUBJ: REACTIONS TO RECENT NATIONALIZATIONS

REF: LISBON 2691

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1. REACTIONS TO MOST RECENT NATIONALIZATIONS

(REFTEL) WERE PREDICTABLE, ALTHOUGH BRIEFER AND MORE PRO FORMA THAN FOR PREVIOUS NATIONALIZATIONS. PRESS REPORTED THE "REJOICING" OF THOUSANDS OF WORKERS OF NATIONALIZED COMPANIES, WHILE PARTY COMMUNIQUE APPROVED THIS LATEST ADVANCE TOWARD SOCIALISM.

2. COMMUNIQUE ISSUED BY MINISTRY OF INDUSTRY AND TECHNOLOGY, BESIDES CITING INORDINATE ECONOMIC CONCENTRATION, POWER, AND PROFITS OF NATIONALIZED CEMENT, TOBACCO, AND CELLULOSE SECTORS CITED THREE PRINCIPAL OBJECTIVES OF NATIONALIZATIONS:

A. CHANNEL INDUSTRIAL DEVELOPMENT TOWARD EFFECTIVE NATIONAL INDEPENDENCE.

B. ASSURE COORDINATION OF THESE SECTORS WITH OTHER PARTS OF ECONOMY.

C. INTERVENE IN COMPANIES OPERATING UNDER SPECIAL STATUTES OR DEPENDING ON EXCEPTIONAL PUBLIC ASSISTANCE. ABOVE ALL, COMMUNIQUE EMPHASIZED, NATIONALIZATIONS WERE DESIGNED TO "NEUTRALIZE" PRINCIPAL BASES OF MONOPOLISTIC ACCUMULATION, AND CONTINUE DISMANTLING THEIR POWER.

3. ALTHOUGH FIRST REPORTS OF NATIONALIZATIONS DID NOT INCLUDE COMPANHIA DE CARVOES E CIMENTOS DO CABO MONDEGO, SARL (PARA 3 REFTTEL), SUBSEQUENT REPORTS HAVE ALL INCLUDED IT IN LIST OF NATIONALIZED COMPANIES. IN FACT, ACCORDING TO ANNUAL REPORT 54 PERCENT OF ITS STOCK WAS HELD BY NATIONALIZED CIMENTOS DE LEIRIA. WE ARE AWAITING PUBLICATION OF DECREE TO CLARIFY.  
OKUN

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## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** NATIONALIZATION, EMPLOYMENT, ECONOMIC PROGRAMS, BUSINESS FIRMS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 16 MAY 1975  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** CunninFX  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
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**Office:** ACTION EUR  
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**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
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**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
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